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SOUTH DAKOTA PURILLE TUMMISCOST

400 North Fourth Street Bismarck, ND 58501 (701) 222-7900

August 18, 2006

Ms. Patricia Van Gerpen Executive Director South Dakota Public Utilities Commission State Capitol Building 500 East Capitol Pierre, SD 57501-5070

Re:

Fuel Clause Adjustment

Docket No. EL06-

Dear Ms. Van Gerpen:

Montana-Dakota Utilities Co. (Montana-Dakota), a Division of MDU Resources Group, Inc., herewith respectfully files an original and two (2) copies of a fuel adjustment, statement attached hereto, in accordance with its Fuel Clause Rate 58. The attached statement shows the following:

Cost/Kwh - 3 months ended June 30, 2006	\$0.023208
Base Cost/Kwh Included in Current Rates	0.014704
Increase(Decrease) from Base Cost	0.008504

Net Billing Adjustment after 90% Provision

\$.007654

Montana-Dakota will, unless the Commission otherwise orders, apply the .7654 cents per Kwh to all bills rendered during the month of September 2006. This is an increase of .4920 cents from the August level.

Please acknowledge receipt by stamping or initialing the duplicate copy of this letter attached hereto and returning the same in the enclosed self-addressed, stamped envelope.

Sincerely,

Rota a. Mulher

Rita A. Mulkern

Regulatory Analysis Manager